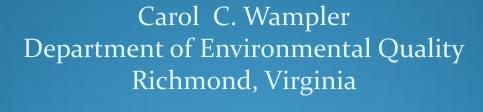
DEQ's Renewable Energy Permits by Rule





Status Report for JCOTS Energy Advisory Committee November 7, 2012



Virginia General Assembly
"Small Renewable Energy
Projects" Legislation
HB 2175 & SB 1347
Approved: April 8, 2009



Legislation directs DEQ to develop by regulations

"permits by rule . . . for the construction and operation of small renewable energy projects,

including such conditions and standards necessary to protect the Commonwealth's natural resources"

What is a "small renewable energy project"?



An electrical generation facility producing electricity from . . .

- biomass
- energy from waste< 20 MW
- municipal solid waste



WHAT IS A "PERMIT BY RULE"?



A Permit by Rule (PBR) is . .

- Expedited permitting process used by DEQ for certain solid waste facilities & now for renewable energy
- Regulation stating "up front" the criteria that all applicants must meet
- Requirement that applicant submit docs/certification that has met requirements
- Requirement that DEQ review submission & consult with other SNR agencies
- If complete & <u>adequate</u>, then notification by DEQ within **90 days** that project is authorized under the PBR

Status of PBR Regulatory Implementation

WIND

- ➤ 22 Regulatory Advisory Panel (RAP)Meetings; consensus on all but 2 issues
- > 2 Public Comment Periods
- ➤ 1 Public Hearing
- ➤ 1 Public Meeting
- Approval by DEQ Director on October 22, 2010
- > Executive Review
- > Regulation Effective on Dec. 22, 2010
- Agency Guidance developed & posted



SOLAR

- 4 RAP Meetings
 Consensus on all issues
- Proposal approved by DEQ Director in December 2010
- Executive Review
- Public Comment Period
- Regulation Effective on July 18, 2012
- Agency Guidance developed & posted

COMBUSTION

- Includes biomass, energy from waste, & municipal solid waste projects
- 7 RAP Meetings; consensus on all issues
- Approval by DEQ Director on November 8, 2011
- Executive Review
- Public Comment Period ends December 10, 2012





WATER RELATED

Code of Virginia §10.1-1197.6 A

... the Department shall develop ... a permit by rule or permits by rule if it is determined by the Department that one or more such permits by rule are necessary for the construction and operation of small renewable energy projects

WATER RELATED

- Includes falling water, wave motion, tides, & geothermal projects
- 2 RAP meetings; consensus on all issues
- Informal public comment period no comments
- RAP's recommendations approved by Director on December 2, 2011 . . . as follows:



No Water Related PBR is necessary at this time

- DEQ is **pre-empted** by FERC from promulgating regulations (*e.g.*, hydropower) **or** Virginia **lacks sufficient natural resources** for commercial-scale development (*e.g.*, geothermal)
- DEQ will re-evaluate by 2014

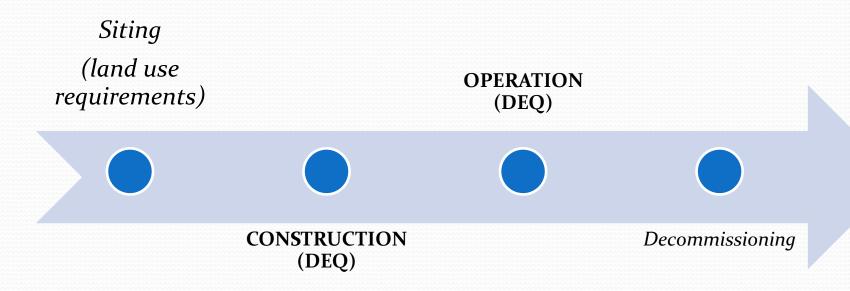




MODEL ORDINANCES

DEQ going beyond statutory mandates to offer assistance to local governments

Phases of a Project

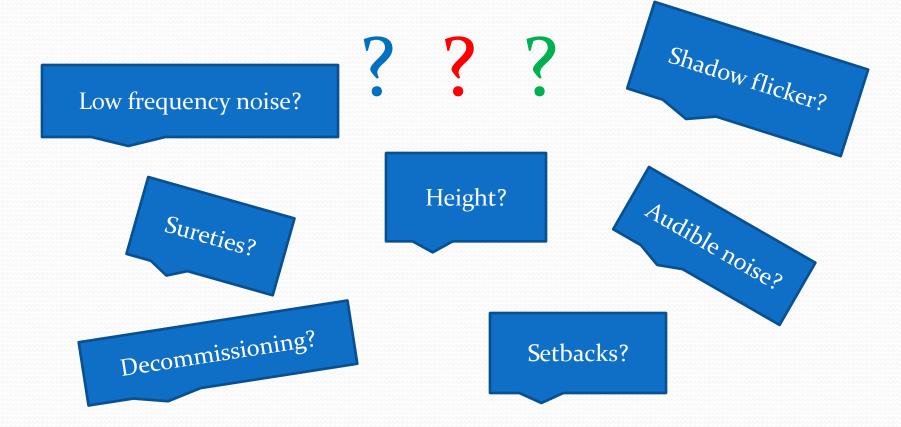


Local Government Authority

- *Siting* local government certification of project's compliance with local land use ordinances is <u>PBR prerequisite</u>
- Decommissioning
- Health, safety, welfare
- Police powers

The role of local governments is <u>critical</u> in Virginia's development of renewable energy

Questions from Local Governments



In response to these questions . . .

- DEQ Director appointed informal stakeholder group in February 2011
- To work under Director's aegis with facilitation by DEQ staff
- As requested by Secretary of Natural Resources
- And supported by Governor's Chief Energy Advisor
- Local Government Outreach Group (LOG) began meeting in March 2011

Local Government Outreach Group (LOG) includes <u>stakeholders</u> from:

Local Government

NGOs/Citizens

Developers

- State government
- Academia

LOG Accomplishments

Completed . . .

- Documents posted on DEQ's website:
 - **Utility-Scale Model Wind Ordinance**
 - Research studies & other resource materials

• Informational visits to existing wind projects

• Presentations at Environment Virginia 2012, JMU Wind Conference, local workshops, & other forums

To be completed by year end . . .

More Model Wind Ordinances

- Community-Scale
- > Residential-Scale

Model Solar Ordinances

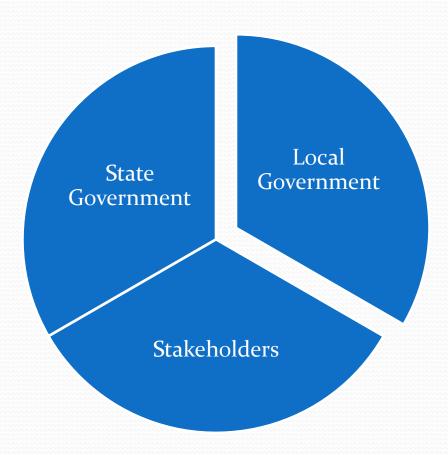
- ➤ Larger-Scale
- > Smaller-Scale
- Solar Tax Exemption
- > Solar Easement
- All to be posted on DEQ's website

Model ordinances are offered as resource information . . .

that local governments may choose to consult when considering wind and solar projects.



COLLABORATION ...



SUMMARY:

• WIND:

- Regulations
- Guidance
- Model ordinances

• SOLAR:

- Regulations
- ✓ Guidance
- Model ordinances

• COMBUSTION:

- Regulations developed
- ✓ Public Comment Period ends December 10

WATER RELATED:

Determined no regulation necessary or appropriate

For further information . . .

Website:

http://www.deq.virginia.gov/Programs/
RenewableEnergy.aspx

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Thank you for your interest



